IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS WACO DIVISION

BELAIR ELECTRONICS, INC.,

Plaintiff,

v.

Case No.: 6:20-cv-00878

CATALYST MEDIUM FOUR INC. (dba SMARTISH, fka SILK, aka CM4),

Defendant.

JURY TRIAL DEMANDED

COMPLAINT FOR PATENT INFRINGEMENT

Plaintiff BelAir Electronics, Inc. complains of Defendant Catalyst Medium Four Inc. (dba Smartish, fka Silk, aka CM4) as follows:

NATURE OF LAWSUIT

1. This is a claim for patent infringement arising under the patent laws of the United States, Title 35 of the United States Code.

THE PARTIES

- 2. BelAir Electronics, Inc. ("BelAir" or "Plaintiff") is an Illinois corporation with its principal place of business at 5723 Antler Lane, Westmont, Illinois 60559.
- 3. BelAir is the named assignee of, owns all right, title and interest in, and has standing to sue for infringement of United States Patent No. 7,941,195, entitled "Protective Mask of Mobile Phone," which issued on May 10, 2011 (the "195 Patent") (a true and correct copy is attached as Exhibit A); and United States Patent No. 10,097,676, entitled "Protective Mask of Mobile Phone," which issued on October 9, 2018 (the "676 Patent") (a true and correct copy is attached as Exhibit B) (collectively, the "Patents-in-Suit").

- 4. In furtherance of Plaintiff's review and analysis prior to filing this action, Plaintiff studied Defendant's publicly-available product literature and, among other things, purchased the "Kung Fu Grip Slim Case for iPhone X / XS Black Tie Affair" from Defendant's website for assessment as representative of the products identified in Exhibit C.
- 5. Catalyst Medium Four Inc. (dba Smartish, fka Silk, aka CM4) ("Smartish" or "Defendant") is a Texas corporation with registered agent and president Matthew Altschul. Smartish maintains its principal place of business at 500 East 4th Street, Suite 122, Austin, Texas 78701.
- 6. Defendant advertises sells Accused **Products** and at https://smartish.com/pages/featured-phones as well as third party online marketplaces at least on Amazon.com at https://www.amazon.com/stores/page/6B17F407-9983-45D5-A90E-6B18C39F 2D3F?ingress=0&visitId=d0fc161e-b5c9-4be6-ba1d-0ef241aa94c5, https://www.amazon.com/st ores/Smartish+-+Phone+Cases+and+Stuff/page/6B17F407-9983-45D5-A90E-6B18C39F2D3F?r ef_=ast_bln, https://www.amazon.com/sp?_encoding=UTF8&asin=B07T7KDJ2V&isAmazonFu lfilled=1&ref_=olp_merch_name_6&seller=A1U8YY4C70A222, https://www.amazon.com/s?m e=A1U8YY4C70A222&marketplaceID=ATVPDKIKX0DER, on Walmart at https://www.walma rt.com/browse/cell-phones/phone-cases/smartish/1105910_133161_1997952?cat_id=1105910_1 33161 1997952&facet=brand%3ASmartish%7C%7Cbrand%3ASilk&page=2, and on Etsy at https://www.etsy.com/shop/StaySmartish.
- 7. Defendant offers for sale and sells the Accused Products (as further identified below) for mobile devices throughout the United States and this Judicial District.

JURISDICTION AND VENUE

8. This Court has exclusive jurisdiction over the subject matter of this Complaint under 28 U.S.C. §§ 1331 and 1338(a).

- 9. Personal jurisdiction over Defendant is proper in this Court because Defendant is organized under the laws of the State of Texas, registered to do business in Texas, maintains its principal places of business in Texas, has minimum contacts with the State of Texas, and has purposefully availed itself of the privileges of conducting business in the State of Texas.
- 10. Venue in this Judicial District is proper under 28 U.S.C. §§ 1391(b), (c) and 28 U.S.C. § 1400(b) because Defendants resides in this Judicial District.

THE ACCUSED PRODUCTS

- 11. Defendant has infringed certain claims of the Patents-in-Suit through the manufacture, sale, offer for sale, advertisement, importation, shipment, distribution, and/or use of Defendant's protective masks for mobile devices (herein referred to as the "Accused Products").
- 12. As presently advised, the Accused Products include (i) Defendant's phone case "Collections" (i.e. Wallet Cases, Slim & Stylish Cases, Tough Cases, and Crossbody Cases found at https://smartish.com/pages/featured-collections), (ii) Defandant's phone case "Collabs" (i.e. Case for Paws, Maridad Studio, Ryan Runcie, Kevin Greer, Christine Vangderkaap, Reflective Dye, Seeds then Roots, ER, Hellostangur, Flip Soloman, Whittled Inklings, Chloé Jane Gray, Gabriel D'Elia, and Samantha Brady found at https://smartish.com/pages/collabs and https://smartish.com/collections/artist-prints), (iii) Defendants phone case "Niche Collections" (i.e. Team Wine, Show Your Pride, Everyone Loves Brunch, and A Total Snack found at https://smartish.com/pages/niche-prints), and (iv) Defendant's phone case "Personalize" (see https://smartish.com/pages/designstudio) for at least the following mobile devices (phones and tablets): Apple iPhone SE (2020), Apple iPhone 11 Pro Max; Apple iPhone 11 Pro; Apple iPhone 11; Apple iPhone XS Max; Apple iPhone XR; Apple iPhone X; Apple iPhone SE (2020); Apple iPhone 6 Plus; Apple iPhone 5 Apple iPh

iPhone 5S; Apple iPhone SE (2016); Apple iPhone 5c, Apple iPhone 4; Apple iPhone 4S, Apple iPad Pro 9.7, Apple iPad Mini 4, Samsung Galaxy S20 Ultra; Samsung Galaxy S20 Plus; Samsung Galaxy S20; Samsung Galaxy S10 Plus; Samsung Galaxy S10; Samsung Galaxy S10E; Samsung Galaxy S9 Plus; Samsung Galaxy S9; Samsung Galaxy S8 Plus; Samsung Galaxy S8; Samsung Galaxy S7 Edge; Samsung Galaxy S7; Samsung Galaxy S6 Edge; Samsung Galaxy S6, Samsung Galaxy S7, Samsung Galaxy S6, Samsung Galaxy S7, Samsung Galaxy S8, Samsung Galaxy S6, Samsung Galaxy S7, Samsung Galaxy S6, Samsung Galaxy S7, Samsung Galaxy S6, Samsung Galaxy S6, Samsung Galaxy S6, Samsung Galaxy S7, Samsung Galaxy S6, Samsung Galaxy S6

- 13. As presently advised, the Accused Products include Defendant's "Product Family" of protective masks advertised for mobile devices (phones and tablets) including Wallet Slayer Vol. 1, Wallet Slayer Vol. 2, Kung Fu Grip, Gripzilla, Guardzilla, Dancing Queen, Nudist, Keeper of the Things, and Queen of Diamonds found at https://smartish.com/collections/all, as well as third party online marketplaces at least on Amazon.com, Walmart.com, Etsy.com, and any brick and mortar retail sales.
- 14. The Accused Products are those protective masks that are capable of being coupled to a portion of a mobile device so that the mobile device will not fall out of the protective mask. The Accused Products are those protective masks that comprise a flange or retainer (as recited in the asserted claims, *infra*). While not required by all asserted claims, the Accused Products are protective masks that include openings to allow access to the interface as well as inputs and outputs. Further, while not required by all asserted claims, many of the Accused Products are protective masks that include graphics and text elements. See https://smartish.com/pages/featured-phones and https://www.youtube.com/watch?time_continue=4&v=nVuWzxBM0gw&feature=e mb_logo.
- 15. The Accused Products subject to this Complaint include all substantively similar products and any predecessor and/or successor versions that satisfy each limitation of, and

therefore infringe, any asserted claim of the Patents-in-Suit whether sold directly or via other online marketplaces or brick and mortar retail stores.

16. After adequate discovery, BelAir may seek leave to amend this Complaint to include additional details of infringement, if any, by other products hereafter discovered to infringe the Patents-in-Suit.

INFRINGEMENT BY DEFENDANT

INFRINGEMENT OF UNITED STATES PATENT NO. 7,941,195

- 17. BelAir realleges and incorporates by reference paragraphs 1 through 16, inclusive, as though fully set forth herein.
 - 18. Defendant directly infringes at least independent claim 9 of the '195 Patent.

Claim 9

- 19. As shown in Exhibit C, the Accused Products, as manufactured, sold, offered for sale, advertised, imported, shipped, distributed, and/or used by Defendant, comprise a protective mask adapted to be coupled to an exterior housing of a mobile phone having internal components including circuitry and a battery, which are covered by the exterior housing, in accordance with the limitations of claim 9 of the '195 Patent.
 - 20. Specifically, as shown in Exhibit C, the Accused Products comprise:
 - (a) a first mask portion, molded to conform to the shape of a first portion of the exterior housing of the mobile phone; and
 - (b) the first mask portion having flanges to allow the first mask portion to be coupled to the mobile phone to retain the first mask portion to the first portion of the exterior housing so that the first mask portion covers the first portion of the exterior housing of the mobile phone.

- 21. To the extent required by law, BelAir has complied with the provisions of 35 U.S.C. § 287.
- 22. Defendant had notice of the '195 Patent and the likelihood of infringement thereof at least as early as December 17, 2019 pursuant to email and certified first class mail correspondence from BelAir to Defendant via its President and CEO.
- 23. Defendant's direct infringement as described above, either literally or under the doctrine of equivalents, has injured BelAir and BelAir is entitled to recover damages adequate to compensate it for such infringement, but in no event less than a reasonable royalty.

INFRINGEMENT OF UNITED STATES PATENT NO. 10,097,676

- 24. BelAir realleges and incorporates by reference paragraphs 1 through 16, inclusive, as though fully set forth herein.
- 25. Defendant directly infringes at least independent claims 1, 5, 8, and 9 of the '676 Patent.

Claim 1

- 26. As shown in Exhibit C, the Accused Products, as manufactured, sold, offered for sale, advertised, imported, shipped, distributed, and/or used by Defendant, comprise a protective mask molded for frictional retention to an exterior housing of a mobile phone having user input and output interfaces, and internal components including circuitry and a battery, wherein the exterior housing completely encloses the circuitry and the battery when the mobile phone is fully assembled and ready for use, the exterior housing having an exterior shape formed by a back surface, and at least portions of opposed side surfaces, in accordance with the limitations of claim 1 of the '676 Patent.
 - 27. Specifically, as shown in Exhibit C, the Accused Products comprise:

- (a) an integrally-formed mask body molded and contoured to conform and frictionallyfit tightly against the exterior shape of the exterior housing;
- (b) an inner surface of the integrally-formed mask body defining an interior space of the integrally-formed mask body and conforming to and in substantially continuous surface-to-surface contact with the exterior shape of the exterior housing, with no substantial space between the inner surface of the integrally-formed mask body and the exterior shape of the exterior housing;
- (c) at least one opening defined by the integrally-formed mask body permitting user access to at least the user input and output interfaces; and
- (d) at least one retainer having an extension protruding laterally inward from the integrally-formed mask body and toward and into the integrally-formed mask body interior space, wherein the at least one retainer is retained to the exterior housing at an exterior housing edge when the mask is coupled to the mobile communication device, the at least one retainer participating in retaining the integrally-formed mask body to the mobile communication device.
- 28. As presently advised, one or more Accused Products also likely satisfy the limitations of, and infringe, dependent claims 2, 3, and 4 of the '676 Patent.

Claim 5

29. As shown in Exhibit C, the Accused Products, as manufactured, sold, offered for sale, advertised, imported, shipped, distributed, and/or used by Defendant, comprise a protective mask molded for frictional retention to an exterior housing of, and adapted to be coupled to, a mobile communication device having internal components including circuitry and a battery, wherein the exterior housing completely encloses the circuitry and battery when the mobile communication device is fully assembled and ready for use, and wherein the exterior housing has

an exterior shape including a back face and at least portions of opposed side surfaces, in accordance with the limitations of claim 5 of the '676 Patent.

- 30. Specifically, as shown in Exhibit C, the Accused Products comprise:
- (a) an integrally-formed mask body molded and contoured to conform and frictionallyfit to the exterior shape of the exterior housing;
- (b) an inner surface of the integrally-formed mask body defining an interior space of the integrally-formed mask body and conforming to and in substantially continuous surface-to-surface contact with the exterior shape of the exterior housing in overlying and protecting relationship, without a substantial gap between the inner surface of the integrally-formed mask body and the exterior shape of the exterior housing, the integrally-formed mask body defining an opening enabling the mask to be placed over the exterior shape in overlying and protecting relationship; and;
- (c) at least one retainer having an extension protruding laterally inward from the integrally-formed mask body and toward and into the integrally-formed mask body interior space, wherein the at least one retainer is retained to the exterior housing at an exterior housing edge when the mask is coupled to the mobile communication device, the at least one retainer participating in retaining the integrally-formed mask body to the mobile communication device.
- 31. As presently advised, one or more Accused Products also likely satisfy the limitations of, and infringe, dependent claims 6 and 7 of the '676 Patent.

Claim 8

32. As shown in Exhibit C, the Accused Products, as manufactured, sold, offered for sale, advertised, imported, shipped, distributed, and/or used by Defendant, comprise a mask for attachment to a hand-held mobile phone, the mobile phone having user input and output interfaces,

internal components including circuitry and a battery, and an exterior housing completely enclosing the circuitry and battery when the mobile phone is fully assembled and ready for use, the exterior housing including a first face, a second face and opposed side surfaces there between, in accordance with the limitations of claim 8 of the '676 Patent.

- 33. Specifically, as shown in Exhibit C, the Accused Products comprise:
- (a) an integrally-formed mask body molded to conform to a shape of the exterior housing;
- (b) inner and outer surfaces, the surfaces defining at least one opening in the integrallyformed mask body providing access to at least one of the user input and output
 interfaces, the integrally-formed mask body being configured such that, when the
 mask is attached to the mobile phone, the integrally-formed mask body is
 coextensive with, contours to and overlies the opposed side surfaces, with
 substantially no space between the mask body and the opposed side surfaces; and
- (c) at least one retainer having an extension protruding laterally inward from the integrally-formed mask body and toward and into the integrally-formed mask body interior space, wherein the at least one retainer is retained to the exterior housing at an exterior housing edge when the mask is coupled to the mobile communication device, the at least one retainer participating in retaining the integrally-formed mask body to the mobile communication device.

Claim 9

34. As show in Exhibit C, the Accused Products, as manufactured, sold, offered for sale, advertised, imported, shipped, distributed, and/or used by Defendant, comprise a protective mask molded for frictional retention to an exterior housing of a fully assembled mobile communication device having user input and output interfaces, the mobile communication device

further having internal components including circuitry and a battery completely enclosed by the exterior housing, and the exterior housing having an exterior shape formed by a back surface and at least portions of opposed side surfaces, in accordance with the limitations of claim 9 of the '676 Patent.

- 35. Specifically, as shown in Exhibit C, the Accused Products comprise:
- and in substantially continuous surface-to-surface contact with the exterior shape of the exterior housing, with substantially no space between the inner surface of the protective mask and the exterior shape when the protective mask is retained to the exterior housing, the protective mask being molded, integrally formed, contoured and sized to fit tightly against the exterior shape of the exterior housing, thereby providing retention of the protective mask to the exterior housing;
- (b) at least one opening defined by the protective mask permitting user access to at least the user input and output interfaces; and
- (c) at least one retainer having an extension protruding laterally inward from the integrally-formed mask body and toward and into the integrally-formed mask body interior space, wherein the at least one retainer is retained to the exterior housing at an exterior housing edge when the mask is coupled to the mobile communication device, the at least one retainer participating in retaining the integrally-formed mask body to the mobile communication device.
- 36. As presently advised, one or more Accused Products also likely satisfy the limitations of, and infringe, dependent claims 10, 11 and 12 of the '676 Patent.

- 37. To the extent required by law, BelAir has complied with the provisions of 35 U.S.C. § 287.
- 38. Defendant had notice of the '676 Patent and the likelihood of infringement thereof at least as early as December 17, 2019 pursuant to email and certified first class mail correspondence from BelAir to Defendant via its President and CEO.
- 39. Defendant's infringement as described above, either literally or under the doctrine of equivalents, has injured BelAir and BelAir is entitled to recover damages adequate to compensate it for such infringement, but in no event less than a reasonable royalty.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff BelAir Electronics, Inc. respectfully requests this Court to enter judgment against Defendant Catalyst Medium Four Inc. (dba Smartish, fka Silk, aka CM4) – and against each of its subsidiaries, successors, parents, affiliates, officers, directors, agents, servants, employees, and all persons in active concert or participation with it – granting the following relief:

- A. The entry of judgment in favor of Plaintiff and against Defendant;
- B. An award of damages against Defendant adequate to compensate Plaintiff for the infringement that occurred, but in no event less than a reasonable royalty as permitted by 35 U.S.C. § 284, together with prejudgment interest from the date the infringement began; and
- C. Such other relief to which Plaintiff is entitled under the law and any other and further relief that this Court or a jury may deem just and proper.

JURY DEMAND

Plaintiff demands a trial on all issues presented in this Complaint.

Dated: September 28, 2020

Of Counsel:

Timothy J. Haller (Pro Hac Vice Pending)

HALLER LAW PLLC 230 E Delaware Pl, Ste 5E

Chicago, IL 60611 Phone: (630) 336-4283 haller@haller-iplaw.com Respectfully submitted,

/s/ David E. Dunham

David E. Dunham

Texas State Bar: 06227700 Email: david@dunhamllp.com

Emily Young

Texas State Bar: 24088698 Email: emily@dunhamllp.com

DUNHAM LLP

919 Congress Ave, Ste 910

Austin, TX 78701 Phone: (512) 615-1255

Attorneys for Plaintiff, BelAir Electronics, Inc.